

TOWN OF PIMA, ARIZONA

Report on Audit of
Annual Expenditure Limitation Report

June 30, 2013

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT	1
Annual Expenditure Limitation Report – Part I	2
Annual Expenditure Limitation Report – Part II	3
Annual Expenditure Limitation Report – Reconciliation	4
Notes to Annual Expenditure Limitation Report	5



1535 W. Harvard Avenue, Suite 101 · Gilbert, Arizona 85233

Tel: (480) 635-3200 · Fax: (480) 635-3201

INDEPENDENT AUDITORS' REPORT

The Auditor General of the State of Arizona and
The Honorable Mayor and Town Council of the
Town of Pima, Arizona

We have audited the accompanying Annual Expenditure Limitation Report of the Town of Pima, Arizona, for the year ended June 30, 2013. This report is the responsibility of the Town of Pima, Arizona's management. Our responsibility is to express an opinion on this report based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the report is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the report. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall report presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Annual Expenditure Limitation Report was prepared for the purpose of complying with the uniform expenditure reporting system as discussed in Note 1, and is not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the Annual Expenditure Limitation Report of the Town of Pima, Arizona, for the year ended June 30, 2013, referred to above presents fairly, in all material respects, the information required by the uniform expenditure reporting system on the basis of accounting described in Note 1.

This report is intended solely for the information and use of management, and for filing with the Auditor General of the State of Arizona, and is not intended to be and should not be used by anyone other than these specified parties.

December 2, 2013

TOWN OF PIMA, ARIZONA
Annual Expenditure Limitation Report – Part I
Year Ended June 30, 2013

1. Economic Estimates Commission expenditure limitation	\$ -	
2. Voter-approved alternative expenditure limitation (Approved April 17, 2012)	<u>2,638,075</u>	
3. Enter applicable amount from Line 1 or Line 2		\$ 2,638,075
4. Amount subject to the expenditure limitation (total amount from Part II, Line C)	1,647,399	
5. Board-authorized expenditures necessitated by a disaster declared by the Governor (Art. IX, Sec. 20[2][a], Arizona Constitution)	-	
6. Board-authorized expenditures necessitated by a disaster not declared by the Governor (Art. IX, Sec. 20[2][b], Arizona Constitution)	-	
7. Prior-year voter-approved expenditures to exceed the expenditure limitation for the reporting fiscal year (Art. IX, Sec. 20[2][c], Arizona Constitution)	<u>-</u>	
8. Subtotal	1,647,399	
9. Board-authorized excess expenditures for the previous fiscal year not declared by the Governor and not approved by the voters (Article IX, Sec.20[2][b], Arizona Constitution)	<u>-</u>	
10. Total adjusted amount subject to the expenditure limitation		<u>1,647,399</u>
11. Amount under (in excess of) the expenditure limitation (if excess expenditures are reported, provide an explanation)		<u><u>\$ 990,676</u></u>

I hereby certify, to the best of my knowledge and belief, that the information contained in this report is accurate and in accordance with the requirements of the uniform expenditure reporting system.

Signature of Chief Fiscal Officer: _____

Name and Title: _____

Telephone Number: _____ Date: _____

See accompanying notes to report.

TOWN OF PIMA, ARIZONA
Annual Expenditure Limitation Report – Part II
Year Ended June 30, 2013

Description	Governmental Funds	Enterprise Funds	Fiduciary Funds	Total
A. Amounts reported on the Reconciliation, Line D	\$ 1,495,116	\$ 147,602	\$ 4,681	\$ 1,647,399
B. Less exclusions claimed:	-	-	-	-
Total exclusions claimed	-	-	-	-
C. Amounts subject to the expenditure limitation	<u>\$ 1,495,116</u>	<u>\$ 147,602</u>	<u>\$ 4,681</u>	<u>\$ 1,647,399</u>

See accompanying notes to report.

TOWN OF PIMA, ARIZONA
Annual Expenditure Limitation Report – Reconciliation
Year Ended June 30, 2013

Description	Governmental Funds	Enterprise Funds	Fiduciary Funds	Total
A. Total expenditures/expenses/deductions and applicable other financing uses, special items, and extraordinary items reported within the fund financial statements	<u>\$ 1,495,116</u>	<u>\$ 162,576</u>	<u>\$ 4,681</u>	<u>\$ 1,662,373</u>
B. Subtractions				
1. Items not requiring use of working capital				
Depreciation	<u>-</u>	<u>14,974</u>	<u>-</u>	<u>14,974</u>
Total subtractions	<u>-</u>	<u>14,974</u>	<u>-</u>	<u>14,974</u>
C. Additions				
1. Acquisition of capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total additions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
D. Amounts reported on Part II, Line A	<u><u>\$ 1,495,116</u></u>	<u><u>\$ 147,602</u></u>	<u><u>\$ 4,681</u></u>	<u><u>\$ 1,647,399</u></u>

See accompanying notes to report.

TOWN OF PIMA, ARIZONA
Notes to Annual Expenditure Limitation Report
Year Ended June 30, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Annual Expenditure Limitation Report (AELR) is presented on the basis of accounting prescribed by the *Uniform Expenditure Reporting System* (UERS), as required by Arizona Revised Statutes Section 41-1279.07, and in accordance with the voter-approved alternative expenditure limitation adopted April, 2012, as authorized by the Arizona Constitution, Article IX, Section 20(9).

In accordance with the UERS requirements, a note to the AELR is presented below for each subtraction or addition in the Reconciliation that cannot be traced directly to an amount reported in the fund financial statements. All references to financial statement amounts in the following notes refer to the Statement of Revenues, Expenditures, and Changes in Fund Balances for the Governmental Funds, Statement of Revenues, Expenses, and Changes in Fund Net Position for the Proprietary Funds, Statement of Cash Flows for the Proprietary Funds, and the Statement of Fiduciary Net Position for the Fiduciary Funds.